IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF PENNSYLVANIA

WRS, INC., d/b/a WRS MOTION PICTURE LABORATORIES, a corporation,	)	C.A. No. 00-2041
Plaintiff,	)	Judge Arthur J. Schwab
v.	)	
PLAZA ENTERTAINMENT, INC., a corporation, ERIC PARKINSON, an individual, CHARLES von BERNUTH, an individual and JOHN HERKLOTZ, an individual,	)	
Defendants.	)	

JOINT STATUS REPORT

1. On Thursday, February 14, 2008, counsel for WRS and John Herklotz attended a conference with the Court relative to issues concerning the appropriateness of a stay of execution proceedings relative to the judgment against John Herklotz. Since the conference counsel have been in close communication via telephone and email and have been working diligently on a joint Stipulation Pursuant To F.R.C.P. 62(D) For an Order Staying Proceedings to Enforce Judgment Pending Appeal. Multiple draft documents have been exchanged. Due to the complex nature of the assets that Mr. Herklotz is proposing to utilize in lieu of an appeal bond, counsel have been required to and are continuing to research factual aspects of the assets and make determinations as to the legal sufficiency of various instruments that may be used to encumber the assets. Counsel continue to refine the proposed document. Counsel in

Pittsburgh continue to confer with counsel in New Mexico with respect to certain issues regarding the assets. Significant progress has been made and counsel anticipate having a final document by the end of this week.

2. WRS's counsel has no objection to this Joint Status Report and has consented to sending it to the Court and the use of his electronic signature for filing same.

Respectfully submitted,

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